



**TIONG WOON CORPORATION HOLDING LTD**

(Company Registration No. 199705837C)

**Third Quarter And Nine Months Financial Statement And Dividend Announcement  
For the Period Ended 31 March 2010**

**1(a)(i) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	The Group			The Group		
	3Q FY 2010	3Q FY 2009	Increase/ (Decrease)	9M FY 2010	9M FY 2009	Increase/ (Decrease)
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Turnover	<b>28,355</b>	52,817	(46%)	<b>110,636</b>	148,329	(25%)
Cost of sales	<b>(20,831)</b>	(36,729)	(43%)	<b>(77,544)</b>	(91,188)	(15%)
Gross profit	<b>7,524</b>	16,088	(53%)	<b>33,092</b>	57,141	(42%)
Other income (net)	<b>12,086</b>	915	1221%	<b>15,760</b>	5,820	171%
Expenses						
- Administrative	<b>(360)</b>	(482)	(25%)	<b>(1,286)</b>	(1,365)	(6%)
- Other operating	<b>(7,037)</b>	(6,570)	7%	<b>(19,572)</b>	(21,590)	(9%)
- Finance	<b>(577)</b>	(838)	(31%)	<b>(1,636)</b>	(2,504)	(35%)
<b>Profit before income tax</b>	<b>11,636</b>	9,113	28%	<b>26,358</b>	37,502	(30%)
Income tax expense	<b>(2,042)</b>	(1,951)	5%	<b>(5,206)</b>	(7,239)	(28%)
<b>Total profit</b>	<b>9,594</b>	7,162	34%	<b>21,152</b>	30,263	(30%)
<b>Other comprehensive income:</b>						
Currency translation differences	<b>239</b>	1,289	(81%)	<b>768</b>	473	62%
<b>Total comprehensive income</b>	<b>9,833</b>	8,451	16%	<b>21,920</b>	30,736	(29%)
<b>Total profit attributable to:</b>						
Equity holders of the Company	<b>9,594</b>	7,108	35%	<b>21,157</b>	30,176	(30%)
Non-controlling interest	<b>-</b>	54	(100%)	<b>(5)</b>	87	(106%)
	<b>9,594</b>	7,162	34%	<b>21,152</b>	30,263	(30%)
<b>Total comprehensive income attributable to:</b>						
Equity holders of the Company	<b>9,851</b>	7,985	23%	<b>22,048</b>	30,237	(27%)
Non-controlling interest	<b>(18)</b>	466	(104%)	<b>(128)</b>	499	(126%)
	<b>9,833</b>	8,451	16%	<b>21,920</b>	30,736	(29%)

# 1(a)(ii) Notes to the statement of comprehensive income

	The Group			The Group		
	3Q FY 2010 S\$'000	3Q FY 2009 S\$'000	Increase/ (Decrease) %	9M FY 2010 S\$'000	9M FY 2009 S\$'000	Increase/ (Decrease) %
<b>Profit after tax was stated after (charging)/crediting:-</b>						
Depreciation of property, plant and equipment	<b>(5,961)</b>	(5,510)	8%	<b>(17,426)</b>	(16,059)	9%
Currency exchange gain/(loss) - net	<b>693</b>	288	141%	<b>(16)</b>	982	(102%)
Net gain on disposal of property, plant and equipment	<b>11,449</b>	425	NM	<b>15,423</b>	4,259	262%
Net gain on disposal of a subsidiary	<b>-</b>	-	NM	<b>-</b>	80	(100%)
Fair value loss on financial assets at fair value through profit or loss	<b>(55)</b>	(85)	(35%)	<b>(36)</b>	(475)	(92%)
Impairment loss on trade and other receivables	<b>(701)</b>	(14)	NM	<b>(757)</b>	(25)	NM
Write-back of allowance for doubtful debts	<b>6</b>	32	(81%)	<b>285</b>	208	37%
Interest income	<b>20</b>	20	0%	<b>66</b>	59	12%
Interest expense	<b>(598)</b>	(838)	(29%)	<b>(2,021)</b>	(2,504)	(19%)
Under provision in prior years' current income tax	<b>(223)</b>	-	NM	<b>(305)</b>	-	NM

Denotes: NM - not meaningful

**1 (b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year**

	<b>The Group</b>		<b>The Company</b>	
	<b>31/03/2010</b>	<b>30/06/2009</b>	<b>31/03/2010</b>	<b>30/06/2009</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and cash equivalents	36,692	16,802	56	31
Financial assets, at fair value through profit or loss	870	907	-	-
Trade and other receivables	131,630	118,407	-	-
Tax recoverable	4	-	-	1,416
Inventories	2,148	1,282	-	-
Construction contract work-in-progress	1,046	2,431	-	-
Other current assets	5,485	5,404	24	10
	<b>177,875</b>	<b>145,233</b>	<b>80</b>	<b>1,457</b>
<b>Non-current assets</b>				
Other assets	107	107	-	-
Other receivables	-	-	74,616	49,932
Investment in subsidiaries	-	-	34,164	33,673
Property, plant and equipment	249,215	226,430	-	-
Deferred income tax assets	168	164	-	-
	<b>249,490</b>	<b>226,701</b>	<b>108,780</b>	<b>83,605</b>
<b>Total assets</b>	<b>427,365</b>	<b>371,934</b>	<b>108,860</b>	<b>85,062</b>
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Trade and other payables	20,077	28,855	127	213
Current income tax liabilities	5,901	3,597	-	-
Borrowings	87,825	75,151	10,400	10,400
	<b>113,803</b>	<b>107,603</b>	<b>10,527</b>	<b>10,613</b>
<b>Non-current liabilities</b>				
Borrowings	64,148	65,322	15,600	17,400
Deferred income tax liabilities	24,049	21,332	-	-
	<b>88,197</b>	<b>86,654</b>	<b>15,600</b>	<b>17,400</b>
<b>Total liabilities</b>	<b>202,000</b>	<b>194,257</b>	<b>26,127</b>	<b>28,013</b>
<b>NET ASSETS</b>	<b>225,365</b>	<b>177,677</b>	<b>82,733</b>	<b>57,049</b>
<b>EQUITY</b>				
<b>Capital and reserves attributable to equity holders of the Company</b>				
Share capital	77,302	50,048	77,302	50,048
Other reserves	(1,657)	(2,548)	-	-
Retained earnings	145,544	125,873	5,431	7,001
	<b>221,189</b>	<b>173,373</b>	<b>82,733</b>	<b>57,049</b>
<b>Non-controlling interest</b>	<b>4,176</b>	<b>4,304</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>	<b>225,365</b>	<b>177,677</b>	<b>82,733</b>	<b>57,049</b>

**1(b)(ii) Aggregate amount of group's borrowings and debt securities**

	<b>As at 31/03/2010</b>		<b>As at 30/06/2009</b>	
	<b>S\$'000</b>		<b>S\$'000</b>	
	<b>Secured</b>	<b>Unsecured</b>	<b>Secured</b>	<b>Unsecured</b>
<b>Amount repayable in one year or less, or on demand</b>	<b>67,791</b>	<b>20,034</b>	67,816	7,335

	<b>As at 31/03/2010</b>		<b>As at 30/06/2009</b>	
	<b>S\$'000</b>		<b>S\$'000</b>	
	<b>Secured</b>	<b>Unsecured</b>	<b>Secured</b>	<b>Unsecured</b>
<b>Amount repayable after one year</b>	<b>61,173</b>	<b>2,975</b>	62,347	2,975

**Details of any collateral**

Secured borrowings relate to hire purchase and term loan which are collateralised against equipment.

**1 (c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year**

	<b>The Group</b>		<b>The Group</b>	
	<b>3Q FY 2010</b>	<b>3Q FY 2009</b>	<b>9M FY 2010</b>	<b>9M FY 2009</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>	<b>S\$'000</b>
<b>Cash flows from operating activities</b>				
Total profit	<b>9,594</b>	7,162	<b>21,152</b>	30,263
Adjustments for:				
Income tax expense	<b>2,042</b>	1,951	<b>5,206</b>	7,239
Depreciation of property, plant and equipment	<b>5,961</b>	5,510	<b>17,426</b>	16,059
Interest income	<b>(20)</b>	(20)	<b>(66)</b>	(59)
Interest expense	<b>598</b>	838	<b>2,021</b>	2,504
Net gain on disposal of property, plant and equipment	<b>(11,449)</b>	(425)	<b>(15,423)</b>	(4,259)
Net gain on disposal of a subsidiary	-	-	-	(80)
Fair value loss on financial assets at fair value through profit or loss	<b>55</b>	85	<b>36</b>	475
Exchange differences	<b>(209)</b>	1,034	<b>22</b>	799
<b>Operating cashflow before working capital changes</b>	<b>6,572</b>	16,135	<b>30,374</b>	52,941
Change in operating assets and liabilities:				
Inventories	<b>103</b>	(23)	<b>(866)</b>	(107)
Construction contract work-in-progress	<b>604</b>	6,339	<b>1,385</b>	4,178
Trade and other receivables	<b>1,435</b>	(16,764)	<b>(13,495)</b>	(45,607)
Other current assets	<b>(1,001)</b>	(127)	<b>(80)</b>	2,105
Trade and other payables	<b>(7,769)</b>	3,658	<b>(8,714)</b>	5,431
Cash (used in) / generated from operations	<b>(56)</b>	9,218	<b>8,604</b>	18,941
Income tax (paid) / refund	<b>(268)</b>	(87)	<b>99</b>	(209)
<b>Net cash (used in) / generated from operating activities</b>	<b>(324)</b>	9,131	<b>8,703</b>	18,732
<b>Cash flows from investing activities</b>				
Proceeds from disposal of a subsidiary, net of cash	-	-	-	226
Purchase of property, plant and equipment	<b>(7,126)</b>	(4,720)	<b>(11,916)</b>	(24,015)
Interest received	<b>20</b>	20	<b>66</b>	59
Proceeds from disposal of property, plant and equipment	<b>16,182</b>	3,376	<b>22,881</b>	7,829
<b>Net cash provided by / (used in) investing activities</b>	<b>9,076</b>	(1,324)	<b>11,031</b>	(15,901)
<b>Cash flows from financing activities</b>				
Proceeds from issuance of ordinary shares	-	-	<b>27,254</b>	-
Proceeds from borrowings	-	12,231	<b>5,658</b>	45,182
Repayment of borrowings	<b>(5,698)</b>	(12,731)	<b>(25,716)</b>	(36,834)
Repayment of finance lease liabilities	<b>(1,492)</b>	(847)	<b>(3,471)</b>	(2,991)
Interest paid	<b>(607)</b>	(874)	<b>(2,083)</b>	(2,485)
Dividends paid to equity holders of the Company	-	-	<b>(1,486)</b>	(1,350)
Fixed deposit pledged	<b>(2,100)</b>	-	<b>(2,100)</b>	-
<b>Net cash (used in) / provided by financing activities</b>	<b>(9,897)</b>	(2,221)	<b>(1,944)</b>	1,522
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(1,145)</b>	5,586	<b>17,790</b>	4,353
Cash and cash equivalents at beginning of financial period	<b>35,737</b>	15,346	<b>16,802</b>	16,579
<b>Cash and cash equivalents at end of financial period</b>	<b>34,592</b>	20,932	<b>34,592</b>	20,932
Cash and bank balances at end of financial period	<b>36,692</b>	20,932	<b>36,692</b>	20,932
Less: Fixed deposit pledged	<b>(2,100)</b>	-	<b>(2,100)</b>	-
<b>Cash and cash equivalents at end of financial period</b>	<b>34,592</b>	20,932	<b>34,592</b>	20,932

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

**The Group**

**Attributable to equity holders of the Company**

	<b>Share Capital S\$'000</b>	<b>Other Reserves S\$'000</b>	<b>Retained Earnings S\$'000</b>	<b>Total S\$'000</b>	<b>Non- controlling Interest S\$'000</b>	<b>Total Equity S\$'000</b>
<b>1H FY 2010</b>						
Balance at 1 July 2009	50,048	(2,548)	125,873	173,373	4,304	177,677
Total comprehensive income/(loss)	-	634	11,563	12,197	(110)	12,087
Issue of shares	28,220	-	-	28,220	-	28,220
Share issue expenses	(966)	-	-	(966)	-	(966)
Dividend relating to 2009 paid	-	-	(1,486)	(1,486)	-	(1,486)
<b>Balance at 31 December 2009</b>	<b>77,302</b>	<b>(1,914)</b>	<b>135,950</b>	<b>211,338</b>	<b>4,194</b>	<b>215,532</b>

**3Q FY 2010**

Total comprehensive income/(loss)	-	257	9,594	9,851	(18)	9,833
<b>Balance at 31 March 2010</b>	<b>77,302</b>	<b>(1,657)</b>	<b>145,544</b>	<b>221,189</b>	<b>4,176</b>	<b>225,365</b>

**1H FY 2009**

Balance at 1 July 2008	50,048	(2,252)	84,897	132,693	4,000	136,693
Total comprehensive income/(loss)	-	(816)	23,068	22,252	33	22,285
Dividend relating to 2008 paid	-	-	(1,350)	(1,350)	-	(1,350)
<b>Balance at 31 December 2008</b>	<b>50,048</b>	<b>(3,068)</b>	<b>106,615</b>	<b>153,595</b>	<b>4,033</b>	<b>157,628</b>

**3Q FY 2009**

Total comprehensive income	-	877	7,108	7,985	466	8,451
<b>Balance at 31 March 2009</b>	<b>50,048</b>	<b>(2,191)</b>	<b>113,723</b>	<b>161,580</b>	<b>4,499</b>	<b>166,079</b>

**The Company**

	<b>Share Capital S\$'000</b>	<b>Retained Earnings S\$'000</b>	<b>Total Equity S\$'000</b>
<b>1H FY 2010</b>			
Balance at 1 July 2009	50,048	7,001	57,049
Total comprehensive income	-	3	3
Issue of shares	28,220	-	28,220
Share issue expenses	(966)	-	(966)
Dividend relating to 2009 paid	-	(1,486)	(1,486)
<b>Balance at 31 December 2009</b>	<b>77,302</b>	<b>5,518</b>	<b>82,820</b>

**3Q FY 2010**

Total comprehensive loss	-	(87)	(87)
<b>Balance at 31 March 2010</b>	<b>77,302</b>	<b>5,431</b>	<b>82,733</b>

**1H FY 2009**

Balance at 1 July 2008	50,048	9,617	59,665
Total comprehensive loss	-	(145)	(145)
Dividend relating to 2008 paid	-	(1,350)	(1,350)
<b>Balance at 31 December 2008</b>	<b>50,048</b>	<b>8,122</b>	<b>58,170</b>

**3Q FY 2009**

Total comprehensive loss	-	(91)	(91)
<b>Balance at 31 March 2009</b>	<b>50,048</b>	<b>8,031</b>	<b>58,079</b>

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Not applicable.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	<b>31/03/2010</b>	30/06/2009
Total number of issued ordinary shares	<b>371,576,410</b>	337,576,410

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable.

**2 Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures presented are not audited nor reviewed.

**3 Whether the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter)**

Not applicable.

**4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group had applied the same accounting policies and methods of computation in the financial statements for the current financial period as those applied in the Group's most recently audited financial statements, except for those as disclosed under paragraph 5.

**5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

The Group adopted the new/revised FRS and Interpretations of FRS ("INT FRS") that are effective for annual periods beginning on or after 1 July 2009. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in respective FRS and INT FRS. The adoption of new/revised FRS and INT FRS did not result in any substantial changes to the Group's accounting policies nor any significant impact on the Group's financial statements, except for the disclosure of a statement of comprehensive income in accordance with the FRS 1 (Revised) Presentation of Financial Statements.

**6 Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	<b>The Group</b>		<b>The Group</b>	
	<b>3Q FY 2010</b>	3Q FY 2009	<b>9M FY 2010</b>	9M FY 2009
EPS based on weighted average number of ordinary shares in issue (cents)	<b>2.58</b>	2.11	<b>5.90</b>	8.94
On a fully diluted basis (cents)	<b>2.58</b>	2.11	<b>5.90</b>	8.94
Weighted average number of ordinary shares in issue	<b>371,576,410</b>	337,576,410	<b>358,423,125</b>	337,576,410

There were no potential dilutive ordinary shares in existence for the nine months ended 31 March 2010 and 31 March 2009.

**7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the :-**

- (a) current financial period reported on; and**  
**(b) immediately preceding financial year.**

	<b>The Group</b>		<b>The Company</b>	
	<b>31/03/2010</b>	30/06/2009	<b>31/03/2010</b>	30/06/2009
Net asset value per ordinary share (cents)	<b>59.53</b>	51.36	<b>22.27</b>	16.90
Ordinary shares at the end of the current financial period and immediately preceding financial year	<b>371,576,410</b>	337,576,410	<b>371,576,410</b>	337,576,410



- 8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

<b>Turnover</b>	<b>3Q FY 2010 S\$'000</b>	<b>3Q FY 2009 S\$'000</b>	<b>Increase/ (Decrease) %</b>	<b>9M FY 2010 S\$'000</b>	<b>9M FY 2009 S\$'000</b>	<b>Increase/ (Decrease) %</b>
Heavy Lift and Haulage	<b>22,410</b>	29,392	(24%)	<b>78,461</b>	93,815	(16%)
Marine Transportation	<b>4,326</b>	1,958	121%	<b>9,365</b>	8,840	6%
Fabrication & Engineering	<b>923</b>	16,765	(94%)	<b>16,314</b>	31,940	(49%)
Trading	<b>696</b>	4,702	(85%)	<b>6,496</b>	13,734	(53%)
	<b>28,355</b>	52,817	(46%)	<b>110,636</b>	148,329	(25%)

### **3Q FY 2010**

The Group registered a turnover of S\$28.4 million for the third quarter ended 31 March 2010, representing a decline of 46% over the S\$52.8 million recorded for the same period in the previous year. The Group's revenue was mainly derived from our operations in Singapore, India, Philippines and the Middle East.

Turnover from Heavy Lift and Haulage segment dropped by 24% year-on-year mainly due to a decrease in contribution from Thailand, Indonesia, China and Singapore. The Group also experienced a drop in the utilisation rate for its lower tonnage capacity cranes.

Turnover from Marine Transportation segment increased by 121% as a result of two new charter contracts of significant value. One of these contracts has a charter period for one year and the other, which required cross charter from third party, has ended in March 2010.

Fabrication & Engineering segment registered a turnover of S\$0.9 million for the third quarter ended 31 March 2010, representing a decrease of 94% as compared to the S\$16.8 million registered in the previous corresponding period. The much higher turnover for third quarter last year was primarily due to the recognition of revenue from the derrick pipe-lay barge.

Turnover from Trading segment decreased by 85% as the Group sold fewer cranes compared to the previous corresponding period.

<b>Profit/(loss) before tax</b>	<b>3Q FY 2010 S\$'000</b>	<b>3Q FY 2009 S\$'000</b>	<b>Increase/ (Decrease) %</b>	<b>9M FY 2010 S\$'000</b>	<b>9M FY 2009 S\$'000</b>	<b>Increase/ (Decrease) %</b>
Heavy Lift and Haulage	<b>2,758</b>	10,657	(74%)	<b>19,684</b>	36,823	(47%)
Marine Transportation	<b>(877)</b>	(1,142)	(23%)	<b>(727)</b>	2,059	(135%)
Fabrication & Engineering	<b>(664)</b>	(776)	(14%)	<b>(4,089)</b>	(3,382)	21%
Trading	<b>(137)</b>	374	(137%)	<b>934</b>	2,002	(53%)
Others	<b>10,556</b>	-	NM	<b>10,556</b>	-	NM
	<b>11,636</b>	9,113	28%	<b>26,358</b>	37,502	(30%)

### **3Q FY 2010**

The Group registered a profit before tax of S\$11.6 million for the third quarter ended 31 March 2010, representing an increase of 28% over the S\$9.1 million recorded for the same quarter in the previous financial year.

Profit before tax from Heavy Lift and Haulage segment for the third quarter ended 31 March 2010 decreased by S\$7.9 million or 74% compared to the previous corresponding period. This is mainly driven by the lower turnover and to a smaller extent, higher depreciation and maintenance costs for the Group's heavy equipment.

The increase in turnover from Marine Transportation segment for the third quarter ended 31 March 2010 has reduced the loss from S\$1.1 million to S\$0.9 million. The utilization rate for the group's own fleet was still low due to different specification requirements in the market and the profits from one of the new contracts was marginal as the vessel had to be externally chartered to meet the customer's specification.

Loss from Fabrication and Engineering segment for the third quarter ended 31 March 2010 decreased by 14% as compared to the previous corresponding quarter primarily due to favourable exchange gains arising from the appreciation of Indonesian Rupiah.

Trading segment incurred a loss of S\$0.1 million for the third quarter ended 31 March 2010 as the lower turnover for the quarter was not sufficient to cover the cost of sales, administrative and other operating expenses.

The "Others" comprises of the S\$10.6 million gain arising from the disposal of the property at No. 13 Pandan Crescent.

### **Statement of Comprehensive Income**

The decrease in the cost of sales by 43% from S\$36.7 million in 3Q FY 2009 to S\$20.8 million in 3Q FY 2010 was in line with the decrease in turnover. Gross profit for the group declined by 53% from S\$16.1 million in 3Q FY 2009 to S\$7.5 million in 3Q FY 2010 due mainly to the decrease in turnover.

Other income of S\$12.1 million was largely contributed by a gain of S\$10.6 million from the disposal of the property at No. 13 Pandan Crescent.

Administrative expenses decreased by 25% as compared to the previous corresponding quarter due to lower professional fees incurred.

Finance costs were lower mainly as a result of lower interest rates.

### **Statement of Financial Position**

Trade and other receivables increased from S\$118.4 million to S\$131.6 million as at 31 March 2010. Included in the S\$131.6 million was an accrued revenue of S\$71.2 million (30 June 2009: S\$59.7 million) for our maiden shipbuilding project. Excluding accrued revenue, trade and other receivables would have increased by 3%.

Inventories increased by 68% from S\$1.3 million to S\$2.1 million as at 31 March 2010 mainly due to an increase in material and spare parts purchased for repairs and maintenance.

Construction contract work-in-progress decreased by 57% from S\$2.4 million to S\$1.0 million as at 31 March 2010 due primarily to the completion of the derrick pipe-lay barge.

Property, plant and equipment increased by 10% from S\$226.4 million to S\$249.2 million as at 31 March 2010 mainly due to the Group's investment in new equipment for Heavy Lift and Haulage business.

Trade and other payables decreased from S\$28.9 million to S\$20.1 million as at 31 March 2010 due to a decrease in trade creditors and advance received from customers.

**9 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

There was no forecast, or any prospect statement previously disclosed to shareholders.

**10 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

The recovery of the global economy remains uncertain. The Group continues to be active in its identified key markets such as Singapore, Thailand, China, Indonesia, Vietnam, India, Malaysia and the Middle East in the Power Generation, Oil & Gas and Petrochemical sectors.

Operationally, the Group will stay focused on its core business activities and continue to strengthen and enhance its capabilities by fleet upgrading and providing training to upgrade its human resource assets.

Going forward, the Group shall continue to implement its existing five pronged business strategies as follows:

- 1) To actively seek business opportunities in the emerging markets for the Group's core heavy lift and haulage segment;
- 2) To develop its fabrication and engineering competency for marine, oil & gas projects;
- 3) To invest in higher capacity and specialised equipment;
- 4) To forge strategic alliances and co-operation with international and industry players to jointly participate in the bidding for projects; and
- 5) To maintain active and tight management control of the Group's respective business activities.

**11 Dividend**

**(a) Current Financial Period Reported On  
Any dividend declared for the current financial period reported on?**

No

**(b) Corresponding Period of the Immediately Preceding Financial Year  
Any dividend declared for the corresponding period of the immediately preceding financial year?**

No

**(c) Date payable**

Not applicable.

**(d) Book closure date**

Not applicable.

**12 If no dividend has been declared / recommended, a statement to that effect**

The Group did not declare any dividend during the nine months ended 31 March 2010 and 31 March 2009.

- 13      Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Not applicable.

- 14      In the review of performance, the factors leading to any material changes in turnover and earnings by the business or geographical segments**

Not applicable.

- 15      A breakdown of sales:-**

Not applicable.

- 16      A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-**

Not applicable.

- 17      Negative assurance confirmation on the interim financial results pursuant to Clause 705(5) of the Listing Manual of SGX-ST**

The board confirms that to the best of its knowledge, nothing has come to its attention which may render the interim financial results to be false or misleading in any material aspect. A statement signed by two directors is on record.

**BY ORDER OF THE BOARD**

**Tiong Woon Corporation Holding Ltd**  
11 May 2010